GOVERNMENT OF INDIA
DEFENCE
LOK SABHA

UNSTARRED QUESTION NO:3969
ANSWERED ON:13.12.2001
UNDUE BENEFIT TO CONTRACTOR BY CEHQ
RAGHUNATH JHA

Will the Minister of DEFENCE be pleased to state:

(a) whether the CAG in its report 7 of 2001 has brought out a case of undue benefit given to a contractor by the Chief Engineer HQ resulting loss of Rs. 11.05 lakhs;

(b) whether his Ministry replied the audit observations but the CAG has not agreed with the contention of the Ministry;

(c) if so, the action taken against the persons found guilty;

(d) the steps taken to check undue benefits being extended to contractors;

(e) whether there is any proposal to amend the MES Regulations, 1968; and

(f) if so, the details thereof?

Answer

MINISTER OF DEFENCE (SHRI GEORGE FERNANDES)

(a) to (f): The CAG has brought out a case of alleged undue benefit to a contractor by Chief Engineer HQ 31 Sub areaThe reply sent was not acceptable to the CAG.Action Taken Note on the Audit para will be sent shortly Instructions have been issued to all Commander Works Engrs/Garrison Engrs to avoid recurrence of such cases.